1 message

5/047/0119

## Re: FW: Bond for Seeps Ridge Mine; - Blue Mountain Crushing

outgoing

April Abate <aprilabate@utah.gov>

Mon, Nov 24, 2014 at 10:55 AM

To: Saul Diaz <saul@stevensonriskmanagement.com>, Scott Cusick <scusick@cusickcorp.com>

Cc: Penny Berry <pennyberry@utah.gov>, Derik Stevenson <derik@stevensonriskmanagement.com>, Paul Baker <paulbaker@utah.gov>, Emily Berry <emilyberry@utah.gov>

Hello Saul and Scott,

For the BMC Seep Ridge project, S/47/0119, I wanted to check in with you both. The last email I received back from you indicated that you received my confirmation to proceed with replacing the bond. We also have an outstanding cessation order MC-2014-60-7 (see attached). The abatement for this CO was to reclaim the site by November 30, 2014. In order for me to terminate this CO, please let me know the status of reclamation at this site, as well as the status of the replacement surety bond.

Thank you.

April

On Tue, Nov 4, 2014 at 11:47 AM, Saul Diaz <saul@stevensonriskmanagement.com> wrote: Thank you Kindly.

Ms. Abate, The ball is in your court.

Best Regards,

Saul Diaz 801-783-8296

saul@stevensonriskmanagement.com

Sent from my Verizon Wireless 4G LTE smartphones

---- Original message -----

From: Penny Berry <pennyberry@utah.gov> Date:11/04/2014 11:42 AM (GMT-07:00)

To: Saul Diaz <saul@stevensonriskmanagement.com>

Cc: aprilabate@utah.gov, Scott Cusick <scusick@cusickcorp.com>, Derik Stevenson <derik@

stevensonriskmanagement.com>

Subject: Re: FW: Bond for Seeps Ridge Mine; - Blue Mountain Crushing

Mr. Diaz,

I have reviewed the bond that you have attached and it appears to be all in place. If you have any questions please call or email. Thank you.

Penny

On Tue, Nov 4, 2014 at 11:31 AM, Saul Diaz <saul@stevensonriskmanagement.com> wrote:

Ms. Berry,

Thank you for taking the time to speak with me. Per our conversation, I downloaded a copy of the Surety bond used by the DOGM from your website. I have begun to personalize the bond for Blue Mountain Crushing. Per our conversation, the bond amount is to be for \$62,200. Please take a look at what we have so far. Please let me know if any changes or corrections would be required.

Per my discussion with Ms. Abate, I will "hold off" on getting this bond issued, until such time as she has reviewed with SITLA the contract expiration and renewal. Ms. Abate will be contacting Mr. Cusick with that information directly.

Thanks to all for your time. Mr. Cusick, please let us know when you will need us to get this issued for you. Thank You!

Best Regards,

Saul Diaz, CISR

Stevenson Risk Management, Inc.

10322 S Redwood Rd, Suite 13

South Jordan, UT 84095-2482

Cell: (801) 783-8296

FAX: (801) 566-1964

Saul@StevensonRiskManagement.com

From: Saul Diaz

Sent: Tuesday, November 04, 2014 10:53 AM

To: 'Scott Cusick'; 'aprilabate@utah.gov'; 'pennybarry@utah.gov'

Cc: Derik Stevenson

Subject: FW: Scott Cusick - Blue Mountain Crushing

Ms. Abate,

Thank you for taking a moment to speak with me this morning. Per our telephone conversation;

You have suggested I "hold off" on getting this bond issued, as you seem to recall a communication from "SITLA" stating that the contract on the mine in question had reached its term, and a new contract would

have to be put in place. You believed this is/was the reason for the non-renewal (the contract term ending) and NOT because a new bond had not been put in place.

Once you discuss this with "the powers that be" at the DOGM, please do let Mr. Scott Cusick, CCd on this email know the department's decision. Thank You!

In the interim, I will go ahead and contact Ms. Penny Barry at DOGM to inquire about the specific bond form which has heretofore been in place. Also the dollar amount required. Again, Thank you for your time.

Best Regards,

Saul Diaz, CISR

Stevenson Risk Management, Inc.

10322 S Redwood Rd, Suite 13

South Jordan, UT 84095-2482

Cell: (801) 783-8296

FAX: (801) 566-1964

Saul@StevensonRiskManagement.com

From: Scott Cusick [mailto:scusick@cusickcorp.com]

Sent: Monday, November 03, 2014 6:00 PM

To: Saul Diaz

Cc: Derik Stevenson

Subject: RE: Scott Cusick - Blue Mountain Crushing

Go ahead and do so, she'll be happy this is done and I'm sure she will be helpful. Her contact number is (801) 538-5340.

Scott

From: Saul Diaz [mailto:saul@stevensonriskmanagement.com]

Sent: Monday, November 03, 2014 6:02 PM

To: Scott Cusick
Cc: Derik Stevenson

Subject: RE: Scott Cusick - Blue Mountain Crushing Derik will check his files as well. If it is OK with you, I will reach out to April Abate at the DOGM & ask her to tell me what kin=d of bond it is. Thanks! Best Regards, Saul Diaz, CISR Stevenson Risk Management (801) 783-8296 Saul@StevensonRiskManagement.com **From:** Scott Cusick [mailto:scusick@cusickcorp.com] Sent: Monday, November 03, 2014 5:56 PM To: Saul Diaz Cc: Derik Stevenson Subject: RE: Scott Cusick - Blue Mountain Crushing I sent a copy of the old bond to Derik and this will have the type of bond form that DOGM needs. I am in West Texas all week and I do not have a copy saved (hard copy is in my files at my office) so if Derik does not have it then I will have to call DOGM (April Abate is the person that handles this area) and get a form request into her. I will research my emails to see where I scanned this to Derik.

Scott

From: Saul Diaz

Sent: Monday, November 03, 2014 3:13 PM

To: 'Scott Cusick'
Cc: Derik Stevenson

Subject: RE: Scott Cusick - Blue Mountain Crushing

Mr. Cusick,

We are working with the Hartford to get this bond in place for you. From the information you have already provided, we know this is to be a Reclamation Bond, with the State of Utah, Division of Oil, Gas and Mining and the Director of the School and Institutional Trust lands Administration named as Obligees.

Do you have a copy of the actual bond form, which you currently have in place with the State? We do not know what the Bond amount is supposed to be. Also, our friends at Hartford advise us that the State has several bond "forms" which they use, and we are unsure Exactly which one is required.

If you could please forward a copy of the actual bond in place now, we can get this wrapped up pretty quickly. Thank you.

Best Regards,

Saul Diaz, CISR

Stevenson Risk Management

(801) 783-8296

Saul@StevensonRiskManagement.com

**From:** Scott Cusick [mailto:scusick@cusickcorp.com]

Sent: Saturday, November 01, 2014 1:57 PM

To: Saul Diaz

Cc: Derik Stevenson

Subject: RE: Scott Cusick - Blue Mountain Crushing

It is the Lease from SITLA (attached) and I thought maybe you had it.

From: Saul Diaz [mailto:saul@stevensonriskmanagement.com]

Sent: Saturday, November 01, 2014 1:59 PM

**To:** Scott Cusick **Cc:** Derik Stevenson

Subject: RE: Scott Cusick - Blue Mountain Crushing

Thank you Mr. Cusick.

I see in section 2, you answered yes to the question of a contract or agreement. Could we get a copy of that document please? Thank you.

Best Regards,

Saul Diaz

801-783-8296

saul@stevensonriskmanagement.com

Penny Berry
Bond Coordinator
Division of Oil, Gas & Mining
801-538-5291
Division hours M-F 8:00 a.m to 5:00 p.m.
Office hours M- Thur 6:00 a.m to 4:30 p.m.

April A. Abate Environmental Scientist III Utah Division of Oil, Gas, & Mining O: 801-538-5214

M: 801-232-1339 Hours M-Th 7-5

